

State of Idaho  
DEPARTMENT of INSURANCE

JOHN V EVANS  
Governor

Hall of Mirrors  
700 West State Street  
Boise, Idaho 83720  
Phone (208)334-2250

WAYNE L SOWARD  
Director

B U L L E T I N NO. 86-1

TO: ALL INSURANCE COMPANIES

FROM: WAYNE L. SOWARD, DIRECTOR  
DEPARTMENT OF INSURANCE

SUBJECT: REDUCED PREMIUM TAX - IDAHO CODE SECTION 41-403

The Director, Department of Insurance, State of Idaho, finds that the change to Section 41-403, Idaho Code, has caused confusion as to the enactment of the reduced premium tax.

The following rules shall apply to each authorized insurer:

1. No reduced tax shall apply to insurers with tax obligations before July 1, 1985, the effective date of change.
2. Insurers required under Section 41-402, Idaho Code, to make prepayments will do so at the tax rate of the prior year.
3. Any insurer, establishing and maintaining Idaho investments for the 1986 year may request the adjustment with the statement due on or before March 1, 1987.
4. Any insurer, having complied with the requirements of Idaho investments may make the required prepayments on the reduced rate in future years, so long as the insurer maintains the Idaho investments in the amounts required.
5. Any insurer who has established and will maintain the Idaho investments for the reduced tax for future years shall report such intention to the Director as soon as possible.

  
WAYNE L. SOWARD  
Director

January 31, 1986

STATE OF IDAHO  
DEPARTMENT OF INSURANCE  
700 West State Street  
Boise, Idaho 83720

DOMESTIC PROPERTY  
AND CASUALTY COMPANIES

Qualification under Section 41-403 for one percent premium tax for:

Name of Company \_\_\_\_\_

Reduced tax qualification for year ending December 31, 19

Public Obligations \$ \_\_\_\_\_

Corporate Bonds \$ \_\_\_\_\_

Preferred Stock \$ \_\_\_\_\_

Common Stock \$ \_\_\_\_\_

Mortgage Loans \$ \_\_\_\_\_

Real Estate \$ \_\_\_\_\_

Other \_\_\_\_\_ \$ \_\_\_\_\_

Total Qualifying Idaho Investments \$ \_\_\_\_\_

Admitted Assets \$ \_\_\_\_\_

Percentage Ratio of Qualifying Investments to Admitted Assets %

This reduced tax qualification statement forms a part of the filed annual statement, sworn to by oath on page one thereof, for the year shown above.

Qualification for reduced premium tax of one percent shall be in strict conformity with the provisions of Section 41-403, Idaho Code, and the computation for qualification made hereon shall be subject to examination and review by the Department of Insurance. Any reduction in tax resulting from improper determination or reporting shall subject the company to the full 3% tax for the year, plus penalties.

I hereby certify that the investments listed hereon are in qualifying Idaho investments as provided by Section 41-403, Idaho Code, and that the company, as shown on the reverse side hereof, has qualified at all times throughout the year for the one percent premium tax rate.

Signed \_\_\_\_\_

Title \_\_\_\_\_  
(President or Secretary)

MONTHLY TOTALS OF IDAHO GROSS DIRECT PREMIUMS,  
ADMITTED ASSETS AND QUALIFYING IDAHO INVESTMENTS

Name of Company \_\_\_\_\_

	(1)	(2)	(3)	Percentage Ratios	
	<u>Idaho Gross Direct Premiums</u>	<u>Total Admitted Assets</u>	<u>Total Qualifying Idaho Investments</u>	<u>Columns (1)+(3)</u>	<u>(2)+(3)</u>
January	\$ _____	\$ _____	\$ _____		
February	\$ _____	\$ _____	\$ _____		
March	\$ _____	\$ _____	\$ _____		
April	\$ _____	\$ _____	\$ _____		
May	\$ _____	\$ _____	\$ _____		
June	\$ _____	\$ _____	\$ _____		
July	\$ _____	\$ _____	\$ _____		
August	\$ _____	\$ _____	\$ _____		
September	\$ _____	\$ _____	\$ _____		
October	\$ _____	\$ _____	\$ _____		
November	\$ _____	\$ _____	\$ _____		
December	\$ _____	\$ _____	\$ _____		

STATE OF IDAHO  
DEPARTMENT OF INSURANCE  
700 West State Street  
Boise, Idaho 83720

DOMESTIC LIFE AND  
DISABILITY COMPANIES

Qualification under Section 41-403 for one percent premium tax for:

Name of Company \_\_\_\_\_

Reduced tax qualification for year ending December 31, 19

Public Obligations \$ \_\_\_\_\_

Corporate Bonds \$ \_\_\_\_\_

Preferred Stock \$ \_\_\_\_\_

Common Stock \$ \_\_\_\_\_

Mortgage Loans \$ \_\_\_\_\_

Real Estate \$ \_\_\_\_\_

Other \_\_\_\_\_ \$ \_\_\_\_\_

Total Qualifying Idaho Investments \$ \_\_\_\_\_

Reserves Required under Idaho Code Section 41-706(4), on Direct Risks Resident in Idaho \$ \_\_\_\_\_

Percentage Ratio of Qualifying Investments to Required Reserves %

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Qualification for reduced premium tax of one percent shall be in strict conformity with the provisions of Section 41-403, Idaho Code, and the computation for qualification made hereon shall be subject to examination and review by the Department of Insurance. Any reduction in tax resulting from improper determination or reporting shall subject the company to the full 3% tax for the year, plus penalties.

I hereby certify that the investments listed hereon are in qualifying Idaho investments as provided by Section 41-403, Idaho Code, and that the company, as shown on the reverse side hereof, has qualified at all times throughout the year for the one percent premium tax rate.

Signed \_\_\_\_\_

Title \_\_\_\_\_  
(President or Secretary)

MONTHLY TOTALS OF REQUIRED RESERVES AND  
QUALIFYING IDAHO INVESTMENTS

Name of Company \_\_\_\_\_

	<u>TOTAL IDAHO REQUIRED RESERVES</u>	<u>TOTAL QUALIFYING IDAHO INVESTMENTS</u>	<u>PERCENTAGE RATIO</u>
January	\$ _____	\$ _____	\$ _____
February	\$ _____	\$ _____	\$ _____
March	\$ _____	\$ _____	\$ _____
April	\$ _____	\$ _____	\$ _____
May	\$ _____	\$ _____	\$ _____
June	\$ _____	\$ _____	\$ _____
July	\$ _____	\$ _____	\$ _____
August	\$ _____	\$ _____	\$ _____
September	\$ _____	\$ _____	\$ _____
October	\$ _____	\$ _____	\$ _____
November	\$ _____	\$ _____	\$ _____
December	\$ _____	\$ _____	\$ _____